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# FEDERAL COMMUNICATIONS COMMISSION

In Re Applications of: GC DOCKET No.: 95-172 RAINBOW BROADCASTING COMPANY File No.: BMPCT-910625KP File No.: BMPCT-910125KE File No.: BMPCT-911129KT For an Extension of Time to Construct and For an Assignment of its RECEIVED Construction Permit for Station WRBW (TV), MAR 1 8 1996 Orlando, Florida

FEDERAL COMMUNICATIONS COMMISSION OFFICE OF SECRETARY

Volume: 2

Pages:

135 through 182

Place:

Washington, D.C.

Date:

March 7, 1996

### HERITAGE REPORTING CORPORATION

Official Reporters
1220 L Street, NW, Suite 600
Washington, D.C.
(202) 628-4888

## Before the FEDERAL COMMUNICATIONS COMMISSION Washington, D.C. 20554

GC DOCKET No.: 95-172 In Re Applications of: ) RAINBOW BROADCASTING COMPANY ) File No.: BMPCT-910625KP File No.: BMPCT-910125KE For an Extension of Time to File No.: BMPCT-911129KT ) Construct ) and For an Assignment of its Construction Permit for Station WRBW (TV), Orlando, Florida

Room 234
Courtroom 3
FCC Building
2000 L Street, N.W.
Washington, D.C.

Thursday, March 7, 1996

The parties met, pursuant to the notice of the Judge, at 9:02 a.m.

BEFORE: HON. JOSEPH CHACHKIN
Administrative Law Judge

#### APPEARANCES:

On behalf of the Rainbow Broadcasting Company:

BRUCE A. EISEN, ESQUIRE ALLAN G. MOSKOWITZ, ESQ. Kaye, Scholer, Fierman, Hays & Handler 901 15th Street, N.W. Washington, D.C. 20005 (202) 682-3538

#### APPEARANCES (continued):

#### On Behalf of the Commission:

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#### On Behalf of the Press Broadcasting Company:

HARRY F. COLE, ESQUIRE ANN C. FARHAT, ESQUIRE Bechtel & Cole, Chartered 1901 L Street, N.W., Suite 250 Washington, D.C. 20035 (202) 833-4190

#### On Behalf of Potential Witnesses:

CHARLES E. DZIEDZIC, ESQUIRE Federal Communications Commission 1919 M Street, N.W., Room 702 Washington, D.C. 20554 (202) 418-1604 INDEX

VOIR

<u>WITNESSES:</u> <u>DIRECT CROSS REDIRECT RECROSS DIRE</u>

None.

<u>E X H I B I T S</u>

<u>IDENTIFIED</u> <u>RECEIVED</u> <u>REJECTED</u>

Number:

None.

Hearing Began: 9:02 a.m. Hearing Ended: 10:06 a.m.

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- JUDGE CHACHKIN: All right, let us go on the
- 3 record. May I have the appearances of the parties on behalf
- 4 of Rainbow Broadcasting Company?
- 5 MR. EISEN: Bruce Eisen and Allan Moskowitz, of
- 6 Kaye, Scholer, Fierman, Hays & Handler.
- JUDGE CHACHKIN: On behalf of Press Broadcasting
- 8 Company?
- 9 MR. COLE: Harry Cole and Ann Farhat, of the firm
- 10 Bechtel and Cole.
- JUDGE CHACHKIN: On behalf of the separated trial
- 12 staff?
- 13 MR. SILBERMAN: David Silberman and Stewart Block,
- of the Office of General Counsel.
- 15 JUDGE CHACHKIN: All right, first of all, at the
- 16 last pre-hearing conference, on January 30, there was
- 17 discussion concerning -- the parties would get together and
- 18 discuss possible stipulations or other agreements of any
- 19 kind.
- Would someone give me a report of what, in fact,
- 21 has transpired, if anything, since the last conference, in
- 22 terms of stipulations?
- MR. EISEN: Your Honor, I do not think that there
- have been stipulations that we have agreed to at this point.
- I think part of the problem may relate to the fact that

- 1 there are Freedom of Information requests in review.
- We have discussed the questions of stipulations in
- 3 trying to pare down some of the issues in the proceeding,
- 4 but I cannot report that we have been successful in doing
- 5 that.
- JUDGE CHACHKIN: Well, has there been any
- 7 discussion of a trial schedule acceptable to all of the
- 8 parties?
- 9 MR. EISEN: Well, again, there could have been,
- 10 but I think that this Freedom of Information request is kind
- of hamstringing us at this point. The parties actually did
- 12 discuss the trial schedule, but came to the conclusion that,
- until we see what comes of the Freedom of Information Act
- 14 request, it is almost virtually impossible to set one.
- 15 MR. COLE: And, Your Honor, if I may also? In
- addition to the FOIA request, there is the question of the
- 17 depositions. At this point, we are still working out,
- obviously, the question of how to depose. If we will be
- 19 able to depose, and, if so, the circumstances of deposing
- the Bureau personnel, which is, I think, moving toward a
- 21 resolution at this point. At least, we have notices filed,
- 22 we have oppositions in, and we are at least on a track to
- 23 get that tied down a little bit.
- As of right now, as I believe Your Honor is aware,
- 25 I still do not have the limited partner identifications from

- 1 Rainbow, so I am not in a position to start my deposition
- 2 schedule on that. I think it is safe to say that discovery
- 3 is kind of moving forward in fits and starts. It is
- 4 starting to move forward, but there is still a ways to go
- 5 before we will have a clear track on that.
- 6 MR. SILBERMAN: Your Honor, if I might speak to
- 7 this? In addition to waiting for the response to the FOIA
- 8 request and the notices of depositions that have been filed
- 9 by Press, the separate trial staff has also filed a request
- for production of document; we filed it with Rainbow. Asked
- Rainbow to produce documents relating to the ex parte and
- 12 financial misrepresentation issues. And we are awaiting
- 13 response to that.
- 14 And I agree with counsel for Rainbow that, at this
- state, it is very difficult to set a deadline or set a time
- for the hearing, when we are still in the midst of trying to
- get the discovery house in order, so to speak. And we are
- 18 moving as expeditiously as possible.
- 19 Today, we are filing with Rainbow the request for
- 20 admissions and genuineness of documents, to the extent that
- 21 we can request admissions at this time, based on what we
- 22 know thus far. But we would have to await further discovery
- to ask for further admissions, possibly, and to reach
- 24 stipulations with Rainbow on some of the issues.
- JUDGE CHACHKIN: Well, first of all, Mr. Eisen, I

- assume you got a copy of my memorandum/opinion/order.
- 2 MR. EISEN: Yes, I did.
- JUDGE CHACHKIN: And I stated there that I am
- 4 directing Rainbow to furnish the names and addresses of all
- 5 principals of Rainbow by tomorrow.
- 6 MR. EISEN: Yes, you did, Your Honor.
- JUDGE CHACHKIN: Will you comply with that,
- 8 Mr. Eisen?
- 9 MR. EISEN: I would like to address that for a
- 10 moment.
- JUDGE CHACHKIN: Go ahead.
- MR. EISEN: I know that this has been beaten about
- and you have ruled twice.
- 14 JUDGE CHACHKIN: Three times now, I believe.
- 15 MR. EISEN: I do not have the list. I know it
- 16 exits. There in excess of 35 limited partners. And I am
- fully prepared and will make certain that we comply with
- 18 your request, but I would like to add just a couple of
- 19 factors to it.
- 20 Rainbow is very concerned about the use of those
- 21 limited partners pre-discovery. There have been allegations
- 22 back and forth on the record and there is no reason to go
- 23 into it again about why Rainbow believes that the provision
- of those names to Press may cause some mischief that would
- 25 be against our interests and very prejudicial.

- 1 Let me just say this. It is my intention, within
- the next week to 10 day, to file a motion for summary
- decision on the financial misrepresentation issue. If we
- 4 are fortunate and Your Honor --
- JUDGE CHACHKIN: I am going to cut you off right
- 6 there. I am not going to wait. In any event, if I did ever
- 7 consider a motion for summary decision on the issue, I would
- 8 still require --
- 9 MR. EISEN: Fine.
- JUDGE CHACHKIN: -- before I granted it, parties
- 11 the full opportunity to conduct discovery.
- MR. EISEN: Okay.
- JUDGE CHACHKIN: And by that I mean, at the very
- least, getting the names and addresses, the identities, so
- discovery could be conducted. So, I am not going to wait
- 16 for any motion. Unless you can get a stay granted by the
- 17 Commission, I expect full compliance.
- MR. EISEN: Okay.
- 19 Would you let me finish, sir? All I wanted to add
- 20 to that was this. Apart from the question of summary
- 21 decision, there is a mechanism within the Rules whereby
- 22 notices of deposition can be filed without specific
- 23 reference to the names of the individuals --
- JUDGE CHACHKIN: I thought I dealt with that
- 25 pretty --

- 1 MR. EISEN: Yes, you did.
- JUDGE CHACHKIN: -- fully. I recognize there is,
- 3 but the point of the matter is, we are not dealing with a
- 4 situation where they could possibly establish any relevancy
- 5 --
- 6 MR. EISEN: Correct.
- 7 JUDGE CHACHKIN: -- of any of these individuals
- 8 without having known who they are in the beginning, to
- 9 conduct some kind of investigation on their own.
- 10 MR. EISEN: Well, would Your Honor allow us to
- 11 provide to you the list in camera?
- 12 JUDGE CHACHKIN: No. There is absolutely no
- 13 reason that I see --
- MR. EISEN: All right.
- 15 JUDGE CHACHKIN: -- why the list should not be
- 16 provided. It seems to me it is preliminary.
- 17 MR. EISEN: All right.
- JUDGE CHACHKIN: It is necessary to initiate
- 19 discovery. I thought I dealt with your question, if you are
- 20 concerned about any abuse.
- 21 MR. EISEN: Yes.
- JUDGE CHACHKIN: If you feel any abuse has been
- 23 perpetrated, you have a right to go to the Commission. They
- 24 have a license. You can go to the Commission and file some
- 25 kind of motion with them. You can come to me and, if there

- is any abuse, believe me, I will cut off any discovery.
- MR. EISEN: So, the footnote which you dropped,
- 3 Footnote Four, on the second page of your order --
- 4 JUDGE CHACHKIN: Yes.
- 5 MR. EISEN: -- about possible abuses here, what
- 6 you envision is, if Press were, in fact, to violate this
- order, that we would have to go to the Commission because
- 8 they are a licensee --
- 9 JUDGE CHACHKIN: No, I --
- 10 MR. EISEN: -- or somehow seek redress against one
- of their licensed facilities.
- JUDGE CHACHKIN: I envision two types of relief.
- 13 First of all, you could go to the Commission. Secondly, you
- 14 could come to me and, if I feel there has been an abuse, I
- will prevent Press from conducting any further discovery,
- 16 certainly, of limited partners.
- If I feel that they have abused the identity of
- these names, they have used them for some purpose
- improperly, then I will do whatever I can; namely, cut off
- 20 further discovery by Press or take whatever other steps I
- 21 can take.
- 22 MR. EISEN: The trouble is, by that time, the
- 23 damage may already have been done.
- 24 JUDGE CHACHKIN: Well, I do not know what you are
- 25 talking about, damages. It is inconceivable to me that

- 1 Press is going to use these names in some damaging fashion.
- I do not understand where this fear comes from. I have read
- 3 all of your pleadings and I read the responses by Press.
- 4 And that deals with an entirely different matter. It has
- 5 nothing to do with the limited partners.
- So, I do not understand where this fear that Press
- 7 is going to use these limited partners in some kind of
- 8 improper manner. I mean, that fear exists in every case
- 9 where a party divulges the named identities of individuals.
- 10 But I have some authority to do things if something is being
- 11 done improperly.
- 12 And, as I say, in addition, I am sure Press does
- not want to put in jeopardy their license, or maybe more
- than one license. But that is all I can tell you.
- But it seems to me, at a preliminary stage,
- 16 certainly, in light of the fact that there is a
- misrepresentation/financial issue and certainly in light of
- 18 the representations made to the Commission concerning equity
- 19 financing, the Press is entitled to the identity of these
- 20 individuals.
- Now, whether they will be permitted to depose them
- is another question. First, they would have to establish
- 23 that they have relevant evidence. But we are still at a
- 24 preliminary stage. And I was astounded, frankly, that any
- objection should be made, and, certainly, such strong

- objection to the identity of limited partners.
- MR. EISEN: Well, only because of what we perceive
- 3 as a pattern of abuse in the past. Now, I know Press has
- 4 put a different spin on that. But I think it was a genuine
- 5 and legitimate concern.
- Nevertheless, Your Honor, I understand your order
- 7 and I will do my best and will comply with the request.
- JUDGE CHACHKIN: All right. Now, I have had a
- 9 chance to briefly glance at the Freedom of Information
- 10 request. And what concerns me is, that the way I view the
- issue, it seems to me, it is a very narrow issue, certainly
- in terms of the Commission staff.
- 13 And, namely, all that is relevant insofar as the
- 14 Commission staff is, is communications between staff
- employees and counsel or principals of Rainbow. That is all
- 16 that is relevant.
- We are not getting into a question here of whether
- 18 staff acted improperly or any staff member was wrong in
- 19 saying this was ex parte. The Commission has made a
- determination that the contacts were ex parte.
- 21 All we are dealing with is, is whether Rainbow
- intentionally violated the ex parte rules. So, the
- 23 disagreements among and between the staff is irrelevant.
- 24 And, I do not know, the Freedom of Information Act request
- 25 seems to go way beyond, at my first glance, of what is

- 1 necessary.
- It seems to me the only thing that would be
- 3 relevant to the Freedom of Information request would be that
- 4 correspondence -- any letters, documents -- transmitted to
- 5 Rainbow. Other than that, what took place between and among
- 6 the staff seems to me totally irrelevant to whether Rainbow
- 7 intentionally violated the ex parte rule.
- 8 So, it seems to me, we are making too much of this
- 9 issue, in terms of what the issue really deals with here.
- Mr. Cole, do you have any response? What exactly
- 11 are we doing here? I notice, for instance, you want to
- depose a gentleman who worked for the managing director's
- 13 office, Mr. Sandifer.
- MR. COLE: That is correct, Your Honor.
- JUDGE CHACHKIN: Now, all I see about
- Mr. Sandifer, as I understand from reading all of this is,
- 17 Mr. Sandifer apparently received correspondence and he
- transmitted correspondence to Rainbow, advising them of the
- 19 ex parte violation. That he could not deal with the matter
- 20 because it was ex parte.
- MR. COLE: That is correct, Your Honor.
- JUDGE CHACHKIN: Why do we need to depose
- 23 Mr. Sandifer? The correspondence, unless there is a
- 24 question about authenticity, what else could Mr. Sandifer
- offer? His reasoning is irrelevant.

1	MR. COLE: No, I am not interested in his
2	reasoning, Your Honor. What I am interested in primarily
3	is, whether or not Rainbow sought to contact him after his
4	letter went out, to determine whether or not there is any
5	room, within the scope of his letter, which would permit
6	ex parte communications.
7	I mean, I read the letter as pretty unequivocal.
8	And, certainly, when it came into my office in '91, that was
9	the way I read it. But I have no way of knowing whether
10	Rainbow sought to communicate with him. And I think that
11	would be relevant to the question as to their intent.
12	Certainly, if Rainbow called Mr. Sandifer up and
13	Mr. Sandifer said, here is the way I read it and interpret
14	it much more narrowly that I read it, then, possibly,
15	Rainbow would have an excuse.
16	If Rainbow did not make such a contact, then I
17	think that that is relevant on the issue of its intent.
18	JUDGE CHACHKIN: Well, cannot we get some kind of
19	stipulation, without calling the gentleman to testify, to
20	find out if he had any further contacts with Rainbow? If,
21	in fact, he had no further contacts and, in all
22	likelihood, the managing director's office just sends a
23	letter out and that is the end of the matter. I mean, he is

not a member of the staff, the Mass Media Staff.

24

25

So, if that is all that happened, I do not see the Heritage Reporting Corporation (202) 628-4888

- 1 need to deposing him. Cannot we get some sort of
- 2 stipulation that that was the total context between Sandifer
- and Rainbow? Any correspondence back and forth?
- 4 MR. COLE: Your Honor, if I could I would be happy
- 5 to withdraw that notice of depositions and serve a simple
- 6 interrogatory on him, a couple of interrogatories directed
- 7 to that fairly narrow question. If that would be --
- 8 JUDGE CHACHKIN: If we would need to. Or else, it
- 9 seems to me, perhaps informally, that you could reach a
- 10 stipulation. If that is all we are interested in, whether
- 11 there were any further contacts between Sandifer and
- 12 Rainbow, that could be done on an informal basis and a
- 13 stipulation could be reached.
- I am just trying to, if possible, simplify this
- 15 matter, not to let it get to be so big when it does not have
- 16 to be. Let us try to see if we can work out some informal
- 17 methodology that you can call up Mr. Sandifer or somebody or
- 18 all the parties can contact Mr. Sandifer and find out if he
- 19 had any further contacts. If he did not, then, it seems to
- 20 me, there is no basis to depose him.
- 21 And I say, in all likelihood, I doubt if he would
- 22 have any further contacts, since he was from the managing
- 23 director's office.
- 24 MR. COLE: That would be my quess, Your Honor, but
- 25 I just want to tie that down. And if we can do that without

- 1 a deposition, that is fine with me.
- JUDGE CHACHKIN: Now, do you intend, Mr. Cole, to
- 3 continue to insist on deposing the general counsel, in light
- 4 of his response?
- 5 MR. COLE: Ah, Your Honor, there again, my
- 6 inclination -- and I just got his response, I think,
- 7 yesterday -- but my inclination is probably to file, again,
- 8 a simple set of interrogatories, in light of the information
- 9 he provided.
- 10 I am still somewhat troubled by the fact he
- provided no dates with respect to when his representation or
- 12 the advice he gave to Rainbow occurred. And, also, I --
- JUDGE CHACHKIN: But he had nothing to do with the
- 14 ex parte issue. That is all that is relevant. He has made
- 15 the point --
- MR. COLE: No, no, Your Honor, with respect to
- Mr. Kennard, I am not sure that it is only with respect to
- 18 the ex parte issue. Because, as I indicated in my initial
- 19 notice, all I knew was that he had been recused because of
- some prior involvement, some way, in the case. So, I
- 21 noticed him with respect to all three issues.
- 22 With respect to the ex parte issue, I
- 23 think -- again, I do not know what the nature of his
- 24 representation was. Certainly, if it occurred before June
- of 1993, it would probably have had nothing to do with the

- 1 ex parte issue.
- 2 But since it did involve questions involving the
- 3 tax certificate program, that says to me that the only
- 4 reason that Rainbow would have been interested in the tax
- 5 certificate program would be if they were trying to sell or
- 6 were exploring the possibility of selling their permit,
- 7 which might lead to relevant evidence under the financial
- 8 misrepresentation issue.
- JUDGE CHACHKIN: So, what you are indicating me is
- 10 you are going to fashion some interrogatories and do that
- 11 instead of a deposition --
- MR. COLE: Yes.
- JUDGE CHACHKIN: -- as far as the general counsel
- 14 is concerned.
- MR. COLE: That is correct, Your Honor.
- JUDGE CHACHKIN: So, you are going to withdraw
- 17 your request to depose him, is that correct?
- MR. COLE: Yes, when I file my interrogatories,
- 19 Your Honor, that is correct.
- JUDGE CHACHKIN: All right.
- MR. COLE: And also, Your Honor, if I might, just
- on that question, I believe that I can submit
- 23 interrogatories to him without seeking further leave of Your
- 24 Honor, since he is not a party, but I request direction from
- 25 you. He is not a party and, therefore, normally I would not

- 1 be able to submit interrogatories to him, as I understand
- the Rules, except he is Commission staff. But he is not
- 3 being --
- 4 JUDGE CHACHKIN: But do not the Rules specifically
- say that you can submit interrogatories to Commission staff?
- 6 MR. BLOCK: Your Honor, Mr. Cole is caught in a
- 7 conundrum. He first argued that 1.311 does not apply, so he
- 8 could take the deposition. That 1.311 of the Commission
- 9 Rules provide for interrogatories to the Commission staff.
- 10 Mr. Cole has argued that Mr. Kennard was not acting as a
- 11 Commission staff employee; therefore, he is not subject to
- the limitations on depositions. He cannot go around now and
- say that they are; that, somehow, it applies anyway.
- Our position is that Mr. Kennard has made it very
- 15 clear that he had nothing to do with any of the issues. The
- issue is misrepresentation of the financial status of
- 17 Rainbow. Mr. Kennard did not work on those matters. He has
- testified under oath already, through an affidavit, that he
- 19 did not work on those matters. And I think that, at that
- 20 point, the matter should be closed.
- If, at some point, hypothetically, down the road,
- 22 his name should come up again or some relevance could be
- 23 found again -- but it is purely fishing, and that is what
- the Commission Rules do not permit any discovery for.
- 25 Fishing to find out whether there is some relationship that

- is inferentially secondary or tangential to the issue. Let
- 2 us get to the issue first, before we start talking about
- 3 people who say already, under oath, they had nothing to do
- 4 with the issue.
- 5 MR. COLE: Excuse me, Your Honor, if I might
- 6 respond to that. While I have worlds of respect for
- 7 Mr. Kennard, I think it is entirely inappropriate to allow a
- 8 witness to conclude, to state conclusively, I do not know
- 9 anything about any of the issues, period, and us take his
- 10 word for it.
- We know that he represented Rainbow in some
- 12 capacity. We know he represented Rainbow in connection at
- 13 least, it would appear, with the prospect of a sale of
- Rainbow's interests, at some point; we do not know when. We
- do not know how extensive that representation was. It could
- have been extremely brief; it could have been extensive. We
- 17 do not know.
- And I am simply trying to develop that record as
- 19 best I can. And I am certainly not trying to intrude on
- 20 Mr. Kennard's time, but I think, if we are here to establish
- 21 a record, we have an indication now that Mr. Kennard did
- have contacts with Rainbow in a matter which might involve,
- 23 might lead to the discovery of relevant evidence with
- respect to the financial misrepresentation issue.
- MR. EISEN: Your Honor, can I be heard for just

- 1 one moment?
- JUDGE CHACHKIN: Yes, yes, Mr. Eisen.
- 3 MR. EISEN: First of all, I am sure whether
- 4 Mr. Kennard has stated he actually represented Rainbow, when
- 5 I was reading my papers, but we certainly did contact him.
- 6 We may have said "representation" on that, but to any prior
- 7 date and time. But the implication that, in some way,
- 8 because Rainbow sought his advice on matters regarding the
- 9 tax certificate program does not, in my estimation, track
- 10 what Mr. Cole mentioned about the possible sale of the
- 11 construction permit.
- In fact, I do not think that the tax certificate
- program could apply to the sale of a naked construction
- 14 permit. So, I think that, under those circumstances, the
- 15 relevance under the financial misrepresentation issue, is
- 16 just not there.
- JUDGE CHACHKIN: Well, all I can say is that
- 18 Mr. Cole is entitled to file a response. If he cannot
- 19 establish relevance that Mr. Kennard's testimony is
- 20 relevant, then, obviously, I will not permit the deposition
- 21 to be taken. That is up to Mr. Cole.
- I have the declaration of Mr. Kennard in front of
- me and all he says is, he was a partner of Verner, Liipfert.
- 24 And in that capacity, he provided legal advice to Rainbow on
- 25 corporate and transactional matters with respect to the

- 1 FCC's tax certificate program.
- 2 For that reason, he recused him from participating
- in matters involving Rainbow. He says he never represented
- 4 Rainbow before the FCC or advised Rainbow concerning matters
- 5 before the FCC. "Specifically, at no time did I represent or
- 6 provide advice to Rainbow concerning applications or
- 7 proceedings at issue in this case or any matter pertaining
- 8 to the issues of this case that has been designated for
- 9 hearing."
- That is what he says. Now, if you have any
- information otherwise, you can state so in your response and
- 12 I will rule on the matter. But the burden is on you to
- establish that he has relevant testimony, and we have
- 14 Mr. Kennard's opposition.
- 15 MR. SILBERMAN: Your Honor, may I get a
- 16 clarification? Are you saying now that you are inclined not
- to grant the request to depose Mr. Kennard?
- JUDGE CHACHKIN: No, all I am saying is, is that
- 19 the burden is on Mr. Cole to establish that he had relevant
- 20 testimony. He has another shot to establish that, because
- 21 the Rules provide that he can file a response.
- MR. SILBERMAN: To Mr. Kennard's --
- JUDGE CHACHKIN: Opposition.
- MR. SILBERMAN: -- yes.
- JUDGE CHACHKIN: At that time, I will rule. I am

- just indicating what Mr. Kennard has stated. And now, the
- 2 burden is on Mr. Cole to dispute that.
- 3 MR. COLE: Your Honor?
- 4 MR. SILBERMAN: Thank you, Your Honor.
- 5 MR. COLE: If I may clarify my burden? You have
- 6 stated that it is my burden to show that Mr. Kennard has
- 7 relevant evidence.
- JUDGE CHACHKIN: That is right.
- 9 MR. COLE: And it was my understanding that my
- 10 discovery burden was to show that questioning Mr. Kennard,
- whether in writing or in person, would lead to the
- 12 discovery, is the reasoning I got.
- JUDGE CHACHKIN: Oh, no, no, that is not what
- 14 the Rules say. You cannot conduct depositions unless you
- 15 have a basis for it. In other words, you cannot conduct
- depositions to go on a fishing expedition.
- MR. COLE: I understand that.
- 18 JUDGE CHACHKIN: You have to demonstrate, in order
- 19 to conduct depositions, that the individual has relevant
- 20 evidence. And we have Mr. Kennard's statement that he did
- 21 not have anything to do with the applications. Now, if you
- 22 have evidence to the contrary to show that he has relevant
- 23 evidence, that his deposition should be taken, that is up to
- you to show and you have another crack at it in your
- 25 response.

- Well, there has been production of documents
- 2 requested of Rainbow now outstanding?
- 3 MR. SILBERMAN: Yes, Your Honor.
- 4 MR. COLE: And of Press, Your Honor.
- JUDGE CHACHKIN: And Press, yes. By the way, I
- 6 also received, as far as Mr. Gordon is concerned, I received
- 7 a request from Mr. Gordon's attorney requesting an extension
- 8 of time to respond to the notice to take deposition. I
- 9 believe he requested until the twelfth. I believe it is the
- 10 twelfth.
- Does anyone have any objections? I know Mr. Cole
- has indicated he has no objection. Does anyone have any
- objection to an extension until the twelfth to respond to
- 14 the notice?
- MR. EISEN: No, Your Honor.
- MR. SILBERMAN: No, the separate trial staff does
- 17 not, Your Honor.
- JUDGE CHACHKIN: The only question is, I believe
- 19 the notice to take deposition -- were they separate notices
- 20 to each party?
- MR. COLE: No, there was a single notice.
- JUDGE CHACHKIN: So, I assume Mr. Cole would want
- 23 to file, then, one response to all the notices, except for
- 24 Mr. Kennard, which was a separate notice.
- MR. COLE: Yes, that is correct.

- JUDGE CHACHKIN: Does anyone have an objection to
- 2 Mr. Cole filing a single response, because you filed one
- 3 single notice?
- 4 MR. SILBERMAN: We do not, Your Honor.
- JUDGE CHACHKIN: All right, there is no objection.
- 6 So, your time will run from the response of Mr. Gordon's
- 7 attorney.
- 8 MR. COLE: Thank you, Your Honor.
- JUDGE CHACHKIN: Now, as far as the hearing is
- 10 concerned, it seems to me that we still could adopt a
- 11 hearing schedule, notwithstanding there is going to be some
- 12 discovery.
- First of all, it does not seem to me that
- 14 discovery is going to be as extensive as you might think
- from all the papers that have been filed. It seems to me,
- at the most, we are talking about four Commission employees,
- 17 I believe. I am talking about Mr. Stewart, Ms. Kreisman,
- 18 Mr. Pendarvis and Mr. Gordon.
- MR. EISEN: And Mr. Rey.
- JUDGE CHACHKIN: And Mr. Rey. So, that is five
- 21 Commission employees we are talking about. And I assume,
- 22 even under the worst of circumstances, that would be
- 23 completed in one day. Considering all we are interested in
- 24 is any conversations or discussions they had with Rainbow or
- 25 any correspondence they submitted to Rainbow. It seems to